## **FARM INCOME**

## U.S. GOVERNMENT PAYMENTS, BY PROGRAM INDIANA, 1999-2004 1/

| Program                           | 1999             | 2000    | 2001    | 2002    | 2003    | 2004    |  |  |
|-----------------------------------|------------------|---------|---------|---------|---------|---------|--|--|
|                                   | Thousand Dollars |         |         |         |         |         |  |  |
| Production Flexibility Contracts  | 207,580          | 203,645 | 162,777 | 144,953 | (9,979) | (143)   |  |  |
| Direct Payments <u>2</u> /        |                  |         |         | 13,875  | 317,368 | 232,557 |  |  |
| Counter-cyclical Program Payments |                  |         |         |         | 27,053  | 23,742  |  |  |
| Loan Deficiency Payments          | 306,400          | 362,103 | 407,830 | 76,710  | 2,631   | 208,965 |  |  |
| Milk Income Loss Payments 3/      |                  |         |         | 13,814  | 16,138  | 3,025   |  |  |
| Conservation <u>4</u> /           | 26,597           | 29,528  | 42,294  | 49,938  | 50,209  | 54,185  |  |  |
| Supplemental Funding <u>5</u> /   | 258,462          | 298,183 | 271,997 | 10,858  | 42,159  | 1,756   |  |  |
| Miscellaneous <u>6</u> /          | 10,500           | 291     | 130     | 28      | (39)    | (90)    |  |  |
| Marketing Loan Gains              | 42,513           | 44,714  | 40,249  | 22,605  | 746     | 5,633   |  |  |
| Total                             | 852,051          | 938,464 | 925,278 | 332,782 | 446,285 | 529,630 |  |  |

- 1/ Amounts include only cash payments made directly to farmers.
- <u>2</u>/ Direct Payments are authorized by the Farm Security and Rural Investment Act of 2002 for 2002 through 2007 crops. Direct Payments for the 2002 crops are reduced by the amount of fiscal year 2002 payment received under Production Flexibility Contracts. The Act also increases the number of crops authorized to receive Direct Payments.
- 3/ Program authorized by the Farm Security and Rural Investment Act of 2002.
- 4/ Includes amount paid under Conservation Reserve, Agriculture Conservation, Emergency Conservation, and Great Plains Program.
- <u>6</u>/ Accounts for the supplemental funding provided by the Agricultural Risk Protection Act of 2000, Agriculture, Rural Development, Food and Drug Administration, and Related Agencies Appropriations Act 2001 and Agricultural Economic Assistance Act 2001. Some of these programs include; Crop Disaster Program, Dairy Disaster Assistance Program, Livestock Emergency Assistance program, Quality Losses Program, and Tobacco Disaster Assistance Program
- 6/ Miscellaneous Programs include; Forestry Incentive Annual, Dairy Indemnity, Interest Payments, Disaster Program Payments, Payment Limitation Refund, Noninsured Assistance, Disaster Reserve, and Environment Quality Incentives.

Source: Economic Research Service

FARM BUSINESS DEBT INDIANA, DECEMBER 31, 1998-2003

|                                    | INDIANA, L | CULITIDE        | <del>101, 1000</del> |         |         |         |  |  |  |
|------------------------------------|------------|-----------------|----------------------|---------|---------|---------|--|--|--|
| Item                               | 1998       | 1999            | 2000                 | 2001    | 2002    | 2003    |  |  |  |
|                                    |            | Million Dollars |                      |         |         |         |  |  |  |
| Total Farm Debt <u>1</u> /         | 5,276.0    | 5,405.0         | 5,655.0              | 5,916.0 | 6,199.0 | 6,390.7 |  |  |  |
| Real Estate                        | 3,230.2    | 3,400.4         | 3,526.2              | 3,708.1 | 3,978.9 | 4,162.9 |  |  |  |
| Farm Credit System                 | 890.5      | 940.2           | 981.2                | 1,085.8 | 1,249.7 | 1,325.0 |  |  |  |
| Farmers Service Agency             | 101.9      | 96.1            | 92.1                 | 90.5    | 86.0    | 77.0    |  |  |  |
| Commercial Banks                   | 1,125.0    | 1,231.5         | 1,328.7              | 1,387.9 | 1,476.2 | 1,568.5 |  |  |  |
| Life Insurance Companies           | 306.9      | 328.3           | 328.0                | 332.5   | 338.9   | 344.1   |  |  |  |
| Individuals and Others             | 805.9      | 804.3           | 796.1                | 811.4   | 828.1   | 848.4   |  |  |  |
| Nonreal Estate                     | 2,045.8    | 2,004.6         | 2,128.8              | 2,208.0 | 2,220.1 | 2,227.8 |  |  |  |
| Farm Credit System                 | 442.3      | 401.3           | 403.8                | 465.4   | 477.6   | 486.4   |  |  |  |
| Farmers Service Agency             | 62.9       | 62.7            | 60.6                 | 59.0    | 56.5    | 54.1    |  |  |  |
| Commercial Banks                   | 982.7      | 963.2           | 1,044.8              | 1,048.8 | 1,032.9 | 1,014.2 |  |  |  |
| Individuals and Others             | 557.9      | 577.4           | 619.6                | 634.8   | 653.1   | 673.1   |  |  |  |
| 1/ Excludes debt for nonfarm purpo | oses.      |                 |                      |         |         |         |  |  |  |
| Source: Economic Research Service  | ce         |                 |                      |         |         |         |  |  |  |